

BEFORE THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

DOCKET No. 2001-65-C

IN THE MATTER OF:)
•)
Generic Proceeding to Establish Prices)
For BellSouth's Interconnection Services,)
Unbundled Network Elements and Other)
Related Elements and Services)
)

SURREBUTTAL TESTIMONY OF

JERRY WILLIS

ON BEHALF OF

New South Communications, NuVox Communications, Broadslate Networks, ITC^DeltaCom Communications, KMC Telecom

June 14, 2001

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1 O	. PLE	ASE STATE	YOUR	NAME	FOR	THE	RECORD.
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- 2 A. My name is Jerry Willis.
- 3 Q. ARE YOU THE SAME JERRY WILLIS WHO PREVIOUSLY FILED DIRECT
- 4 TESTIMONY IN THIS PROCEEDING ON JUNE 4, 2001?
- 5 A. Yes, I am.
- 6 Q. PLEASE RESPOND TO MR. SHELL'S COMMENTS ON PAGE 3, LINE 10 OF
- 7 HIS REBUTTAL TESTIMONY THAT YOUR DESCRIPTION OF THE
- 8 COLLOCATION PROCESS "IS AT A VERY HIGH AND SIMPLISTIC LEVEL".
- 9 A. The description of the collocation process is by necessity "simplistic" based on

 10 BellSouth's failure to provide any level of detail in support of their work times or any

 11 description of the tasks performed in completing the collocation process. Without such

 12 information, BellSouth's wholesale customers and this Commission are unable to

 13 critique or analyze the work time specifics or the tasks that comprise the collocation
- process in any manner other than a very high level.
- 15 Q. DO YOU AGREE WITH THE CONTENTION MADE BY MR. SHELL ON PAGE
- 16 3 LINES 11 THROUGH 18 THAT IT IS LIKELY THAT SEVERAL JOBS ARE
- OCCURRING IN A CENTRAL OFFICE AT ANY GIVEN TIME?
- 18 A. No. Mr. Shell suggests that BellSouth continuously hosts multiple collocation projects in
 19 a central office requiring constant meetings and coordination between numerous
 20 engineering groups. BellSouth's cost study indicates otherwise. According to the cost
 21 study, the average number of collocators per central office is 3.5. Given the fact that
- collocation expansion has all but come to a standstill for the past year, I believe the

1		amount of on-going expansion jobs Mr. Shell suggests is inflated. We should be setting
2		rates for today's environment, not the environment of two years ago.
3		During my 35-year career in telecommunications I have held positions as a central office
4		engineer and managed several engineering departments. I am fully aware that no one
5		person has complete knowledge of all required information for a collocation in a central
6		office. However, the information on a central office is maintained in electronic or paper
7		Engineering Records. As each step of the process is completed BellSouth updates the
8		records. To suggest that the building engineer or power engineer would process an
9		equipment expansion or rearrangement and not update the floor plan or office load chart
10		is not practical or logical. Failure to do so would result in complete disarray in a very
11		short time.
12	Q.	MR. SHELL NOTES THAT A WALK-THROUGH OF THE COLLOCATION
13		SPACE SHOULD BE SCHEDULED? (PAGE 3, LINES 23-25) DID YOU OMIT
14		THIS STEP INTENTIONALLY?
15	A.	Yes. However, in our experience at NuVox involving 200+ initial applications, the space
16		acceptance task did not represent a significant time commitment on BellSouth's behalf. A
17		typical walk through was usually accomplished in less than 20 minutes. Frequently the
18		BellSouth representative performing the walk through was a technician or administrative
19		employee rather than the central office manager.
20	Q.	IN HIS REBUTTAL TESTIMONY, MR. SHELL ATTEMPTS TO "DEFINE"
21		THE SPECIFIC COST ELEMENTS FOR THE APPLICATION FEE – INITIAL
22		(PAGE 4, LINE 9). DOES MR. SHELL'S DEFINITION PROVIDE ANY MORE

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1		INFORMATION REGARDING THE WORK ON WHICH THESE COST
2		ELEMENTS ARE BASED?
3	A.	No. Mr. Shell simply restated his original testimony, again using vague generalities. The
4		various activities listed offer no evidence to establish that the hours allocated by
5		BellSouth in its cost study are warranted. In the following discussion I refer to Exhibit
6		JW-1 in my original testimony.
7		Reviewing application for accuracy.
8		Mr. Shell offers no justification for the 11 hours allocated to BellSouth's ATCC to
9		process the application. After the eAPP system checks the application, there is little
10		information the ATCC can verify.
11		The application is composed of 12 pages with 18 sections that cover all potential
12		configurations of collocation. Exhibit JW-1 has entries on only nine pages with the
13		majority of these entries composed of entering a "X" in a Yes or No field and
14		administrative information such as addresses, contact names and telephone numbers. The
15		entry requiring the most time to input is the equipment information. The ATCC does not
16		have the data available to verify this information. There are many equipment vendors and
17		equipment from each vendor can be configured in various ways. The ATCC does not
18		have the data needed to verify the part numbers, heat dissipation and power consumption
19		of the listed equipment. The remaining information involves specifying quantities of
20		interconnecting cable pairs and administrative information. I stated in my initial
21		testimony that the time required of NuVox in collecting the required information and
22		entering that information into the eAPP system for an initial application requires about 30

1	minutes. Based on the actual information the ATCC can verify it should require no longe
2	than 10 minutes to conduct the review.
3	Discussing application with applicant.
4	In my experience, this step seldom occurs. When the ATCC has a question they typically
5	pose the question by placing phone call or sending an e-mail to NuVox. This usually
6	requires no longer than 5 minutes.
7	Processing application.
8	Mr. Shell offers no description of the activity involved in "processing the application."
9	From my experience, the other steps in the list of activities are the application processing
10	' BellSouth should be required to provide the time, if any, allocated to this task.
11	Distributing application to other departments.
12	The application process is electronic. In an automated system, distribution is achieved by
13	clicking a selection of the department(s) that should receive the application and another
- · 14	click to send the application. Based on experience we all have in using automated
15	systems and the Internet, this does not require more than $1-2$ minutes.
16	Review of application by different departments.
17	This activity involves some of the nine work groups mentioned in Mr. Shell's testimony.
18	However, not <u>all</u> nine workgroups identified in the cost study are involved in <u>every</u>
19	application. Only those work groups affected by the specific request from the CLEC
20	customer are involved. The cost study assumes that all nine work groups are involved
21	with every application, which is one of the factors contributing to the inflated initial
22	application charges.
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1		Compilation of responses on the specific application.
2		Again, BellSouth fails to provide supporting facts for this activity. The eAPP is an
3		automated system. Based on my experience with automated systems, as the engineers for
4		the various central office systems complete their work they would enter cost and interval
5		estimates into the eAPP system. The Customer Inquiry Response (CIR) that is returned to
6		the CLEC is a HTML screen shot sent by the ATCC via e-mail. A logical assumption is
7		that this time should be or is included. BellSouth has failed to provide the time allocated
8		for this activity.
9		Mr. Shell states in his testimony page 4, lines $21 - 25$, that the basis for our earlier
10		' statement that the work time identified by BellSouth is much more than what should
11		reasonably be required is based on BellSouth providing a simple "yes" or no answer. Mr.
12		Shell's assumption about my statement is incorrect. The facts outlined in my previous
13		testimony provide actual work experiences of time required for various activities.
14		Additionally, the fact that the time of nine workgroups, as pointed out by Mr. Shell,
15		contributes to the Application Fee - Initial is evidence that the cost is inflated. Why
16		should a CLEC be required to pay for time allocated to a workgroup if that workgroup is
17		not affected by the CLEC's request for collocation?
18	Q.	ON PAGE 5, LINES 15-24, MR. SHELL NOTES THE COMMISSION'S PRIOR
19		UNE ORDER IN SUPPORT OF BELLSOUTH'S PROPOSED APPLICATION
20		FEE? IS THIS APPROPRIATE?
21	A.	No. Mr. Shell's reliance on the previous UNE Order (97-374-C, and Order No. 98-214)
22		is not appropriate justification for the charges proposed in this docket. During 1997 and

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1998 local competition was in its infancy. ILECs and CLECs were in the process of

I		developing cost models, contractual agreements and work processes. The processes have
2		been greatly improved for 2001 as witnessed by the development and use of the eAPP
3		system by BellSouth. Reference to the previous UNE Order is not appropriate in this
4		case.
5	Q.	DOES IT APPEAR THAT MR. SHELL MISINTERPRETED YOUR
6		TESTIMONY IN HIS STATEMENT (PAGE 6, LINES 14-19) THAT THE
7		APPLICATION RESPONSE AND THE SPACE PREPARATION FEE RECOVER
8		COSTS FOR DIFFERENT ACTIVITIES?
9	A.	No. Mr. Shell is confused. In my direct testimony, I stated exactly what Mr. Shell's
10		response described. The Application Fee - Initial (currently \$4,850) is intended to cover
11		the cost of preparing a response to the CLEC's initial application. This response includes
12		estimated cost, time intervals and a preliminary floor plan. The Space Preparation Fee
13		includes the actual engineering and physical work performed by BellSouth after receipt
14		of the Firm Order. The Space Preparation Fee is exclusive of the Application Fee -
15		Initial.
16	Q.	ON PAGE 7 OF HIS REBUTTAL TESTIMONY MR. SHELL INDICATES THAT
17		A SIGNIFICANT AMOUNT OF MANUAL EDITING IS REQUIRED TO THE
18		EAPP BECAUSE A REPRESENTATIVE FROM THE ATCC MUST "VALIDATE
19		THE APPLICATION IS CORRECT" AND "ASSURE THAT THE
20		APPLICATION IS VALIDATED" BEFORE OTHER GROUPS BEGIN
21		REVIEWING THE APPLICATION. DOES THIS MAKE SENSE?
22	A.	Based on our experience using the eAPP system, Mr. Shell's statement that the eAPP
23		system performs audits only for fields with missing data and letters where numbers

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should be is an oversimplification. The eAPP system check performed for missing data
is more comprehensive than indicated in Shell's testimony.
For example:

- If the CLEC employee entering data indicates in Section 3 that this is an initial arrangement by entering an X at that question, but omits the floor space information required in Section 4, the eAPP system will reject the application.
- If the applicant enters an X in the Yes box in Section 7A2 (-48V Power and Grounding) and does not complete Section 7C (quantity of breakers requested) the system rejects the application.

Mr. Shell continues that the ATCC must still "validate that the application is correct" and "assure that the application is validated". How are these two tasks different from one another? This is just another example of BellSouth allocating time for tasks that are not necessary. Additionally, BellSouth should not be allowed to lump the time allotted for all work groups into a single charge. To allow this requires CLECs to pay for a work group's time even when the application does not require any evaluation or input from that work group.

As Mr. Shell states that the eAPP system is designed to make it easier and more efficient for the distribution of applications and firm orders. This is the very basis of our request that BellSouth be required to reconsider and justify the time allocations in their cost study. Overnight courier service, copying and faxing previously required to process an application is eliminated by the eAPP system.

1	Q.	DOES MR. SHELL'S EXPLANATION OF THE NEED FOR 20 HOURS OF
2		REVIEW FOR THE INAC ON PAGES 7 AND 8 PROVIDE SUFFICIENT
3		INFORMATION TO JUSTIFY THAT AMOUNT OF TIME?
4	A.	No. Although the INAC functions as the coordinator for the Network-related groups
5		within BellSouth. the INAC does not serve as the technical consultant to the CLECs, as
6		stated by Mr. Shell. The Competitive Coalition members have internal engineering
7		departments and other technical support sources to rely on.
8	Q.	HOW ELSE IS MR. SHELL'S EXPLANATION DEFICIENT?
9	A.	Mr. Shell states that the INAC receives responses from the area teams and reviews it
10		' prior to sending it to the ATCC. This is another example of the inflated work hours.
11	Q.	CAN YOU COMMENT ON THE TIME ALLOCATED FOR MEETINGS IN ME
12		SHELL'S REBUTTAL TESTIMONY?
13	A.	Yes. In previous testimony (page 7 line $13 - 15$), Mr. Shell states that the ATCC
14		compiles the final response. In the final justification of the 20 hours allocated for the
15		INAC, Mr. Shell states that 20 hours is reasonable if one considers the time to facilitate
16		two or three meetings. To the contrary with the availability of e-mail and other
17		automated systems, it seems completely unreasonable for this process to require 20
18		meeting hours to complete.
19	Q.	ON PAGE 10 OF HIS REBUTTAL TESTIMONY, MR. SHELL QUESTIONS
20		YOUR EXPERIENCE WITH THE INITIAL APPLICATION PROCESS. ARE
21		HIS CONCERNS WELL FOUNDED?
22	A.	No. The Space Relinquish process involves a CLEC's terminating its use of the

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collocation space and removing its equipment. The process is simply the reverse of an

	initial application. Space Relinquish requires that same analysis and work activities for
	the ILEC and the CLEC as an initial application (See Exhibit JW-4). , The example of an
	initial application Mr. Shell uses on page 9 (lines 17 – 21) includes the same information
	that must be provided on a space relinquish application. For example, the space
	relinquish application must indicate the type and amount of floor space being terminated.
	Each item of equipment that is being removed must be shown with the bay number,
	quantity, heat dissipation and power consumption. The CLEC's BellSouth certified
	vendor is responsible for having the CLEC's floor space removed from the BellSouth
	floor plan drawings, removing the power breaker or fuse assignments from ERMA
•	(BellSouth's automated assignment system) as well as removing the equipment, cabling
	and equipment labeling on BellSouth MDF and power bays. BellSouth engineers must
	modify their engineering records to reflect the removal of equipment just as they
	modify the engineering records for equipment installed pursuant to an initial application.
	IS MR. SHELL CORRECT ON PAGE 9 OF HIS TESTIMONYIN STATING
	THAT POWER REDUCTION AND CABLE RELATED APPLICATIONS ARE
	"SUBSEQUENT APPLICATIONS".
	Yes. However, it is an over simplification to state that power reduction is reducing the
	amount of DC power required by the CLEC. In practice when the CLEC reduces power
	the BellSouth engineer must correct the power drain records of the central office and
	adjust the power capacity of the power plant. This change could affect any plans to
	increase the capacity of the power plant and push power expansion projects farther into

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the future. In fact BellSouth profits from power reduction because the CLEC(s) paid a

1		prorated share of any power plant expansion that resulted from their collocation
2		activities.
3	Q.	ON PAGE 10 OF HIS REBUTTAL TESTIMONY, MR. SHELL IS CRITICAL OF
4		YOUR RECOMMENDED REDUCTIONS OF WORK TIMES. PLEASE
5		COMMENT.
6	A.	My 35-year career in the telecommunications industry, as outlined in my direct
7		testimony, provides the basis for my recommendations. My original position at NuVox
8		was Senior Director, Network Development in the Engineering Department. In that
9		position I was responsible for the collocation expansion and deployment of our network.
10		Other employees in the same department actually submitted the initial applications as
11		well as subsequent applications. However, I was responsible for equipment installation,
12		testing, commissioning and authorizing the release of the collocation for the installation
13		of customer services. These activities required me to be involved with all aspects of the
14		collocation application process including the following: Firm Order submission,
15		BellSouth space preparation, coordinating NuVox's vendors' work on collocations that
16		were at the Space Ready stage and obtaining sign-off by BellSouth following the
17		completion of work by NuVox.
18		Additionally, I was responsible for managing the installation, testing and acceptance of
19		61 collocations and a DMS 500 switch within BellSouth's territory. These activities were
20		completed in 63 days for an average of nearly one collocation space acceptance per day,
21		which indicates the large number of company and contract crews that were managed and
22		the amount of coordination that was required. During my thirty-five year career I have
23		been employed as a central office engineer managing engineering groups and with

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1	•	responsibility for the operation of central offices. This covers nearly all of the functional
2		departments to which BellSouth has allocated time in processing an application. I believe
3		this experience provides a solid basis for my recommendations.
4	Q.	MR. SHELL STATES IN HIS TESTIMONY ON PAGES 10-11 THAT YOU HAVE
5		"PROVIDED NO REAL BASIS FOR REDUCING" THE SUBSEQUENT
6		APPLICATION WORK TIMES. DO YOU AGREE WITH THIS ASSERTION?
7	A.	No. Mr. Shell correctly states that the subsequent application process is largely the same
8		as the initial application process. However, there is a distinction between process and
9		actual work required by the BellSouth workgroups. For example, in a typical subsequent
10		application, the CLEC may request to increase the quantity of tie cable pairs between the
11		CLEC collocator and BellSouth. This activity requires no additional power, no additional
12		heat dissipation, and no additional floor space. It does require a BellSouth engineer to
13		allocate additional space on the Distributing Frame or in its Digital Cross Connect Bay.
14		Using the cost study proposed by BellSouth, a CLEC must pay for the efforts of
15		numerous BellSouth work groups although they are not involved in performing actual
16		work related to the Subsequent Application. The examples I provided in testimony
17		regarding the number of hours allocated to the ATCC in completing the initial application
18		apply to subsequent applications as well. The BellSouth cost study includes the same 11
19		hours for a subsequent application although the scope of the subsequent application
20		(except total space relinquish) is much smaller.
21	Q.	ON PAGES 11 AND 12 OF HIS REBUTTAL TESTIMONY, MR. SHELL
22		DESCRIBES THE FIRM ORDER PROCESSING FEE. IS THIS DESCRIPTION
23		ADEQUATE?

A.	No. Once again, the activities Mr. Shell lists on page 11 of his rebuttal testimony (lines
	18-22) offer no substance as to the time requirement, frequency of occurrence and/or
	description of activities required to process a Firm Order. Distribution is on-line and new
	data on the Firm Order is basically limited to contact information so that updating the
	database would not require much time.

Q. ON PAGES 11 AND 12 OF HIS REBUTTAL TESTIMONY, MR. SHELL DISCUSSES YOUR EXPERIENCE WITH THE FIRM ORDER AND APPLICATION PROCESSES. PLEASE COMMENT.

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Again Mr. Shell argues that my experience with applications and firm orders is limited.

As previously stated, this shows his lack of understanding the processes internal to BellSouth for the removal of a collocation. In my direct testimony, I provide examples comparing the initial application and space relinquish process. Mr. Shell's statement that space relinquish applications are necessary to ensure BellSouth records is correct. In fact the space relinquishment application - like the initial application - requires BellSouth to accomplish the same work, in reverse, as an initial application. Mr. Shell also states that no coordination is required. This is incorrect. If the demand for power, HVAC, floor space and distributing frame space is reduced this information must be coordinated between departments. These removal activities affect the planning and engineering projects in the same manner as requests for additions to these components of a central office. If BellSouth fails to update engineering records to reflect these changes, then it may have a great many over engineered central offices.

i	Q.	ON PAGES 12 AND 13 OF HIS REBUTTAL TESTIMONY, MR. SHELL
2		QUESTIONS YOUR RECOMMENDATION TO REDUCE WORK TIMES ON
3		FROM ORDER PROCESSING. CAN YOU COMMENT?
4	A.	As I have described earlier, my experience in engineering and central office operations is
5		extensive over a 35-year career.
6	Q.	MR. SHELL STATES ON PAGE 13 (LINE 14 – 15 AND 20 – 21) OF HIS
7		REBUTTAL TESTIMONY THAT BELLSOUTH USES THE ACTUAL PRICE
8		THAT BEST ACCESS SERVICES CHARGES FOR KEYS "UNIQUE" TO
9		BELLSOUTH. DO YOU AGREE WITH HIS TESTIMONY?
10	A.	Mr. Shell suggests that BellSouth orders unique keys for security reasons and that these
11		keys cannot be reproduced. NuVox's keys are also unique in that they cannot be
12		reproduced. The BellSouth key is somewhat thicker but the longitudinal patterns are the
13		same. Only the cut for the individual locks are different. The keys appear to be made
4		from the same material. It is difficult to understand how one key costs \$1.98 (without a
5		volume contract) while another has a proposed cost of \$26.25 (with a volume contract).
.6	Q.	DOES THIS CONCLUDE YOUR TESTIMONY?

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Yes.